NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

THIS LEASE AGREEMENT is made this

such part of the leased premises

Linda Clark Slayton,

PAID UP OIL AND GAS LEASE (No Surface Use)

day of Tebruary

DEISON

assingle

Pioneer Street, Fort Worth

, 2009, by and between

whose addresss is 35.24 PLOYECT STAR and, DALE PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, hereinabove named as Lessee, but all other provisions (including the consideration of a cash bonus in hand paid and the described land hereinather all address bed land hereinather all address bed land.	Suite 1870 Dallas Texas 7 he completion of blank space	s) were prepared jointly by Le	portions of this lease were preparations and Lessee.	
described land, hereinafter called leased premises: . 160 ACRES OF LAND, MORE OR LESS, BIOUT OF THE CLEAR PARK	EING LOT(S)	27	, BLOCK	13
tort Worth , TA	RRANT COUNTY, TE	XAS, ACCORDING TO	ION, AN ADDITION TO T THAT CERTAIN PLAT TARRANT COUNTY, TE	RECORDED
in the County of Tarrant, State of TEXAS, containing				
2. This lease, which is a "paid-up" lease requiring no rentals as long thereafter as oil or gas or other substances covered hereby otherwise maintained in effect pursuant to the provisions hereof. 3. Royalties on oil, gas and other substances produced and separated at Lessee's separator facilities, the royalty shall be Lessor at the wellhead or to Lessor's credit at the oil purchaser's to the wellhead market price then prevailing in the same field (or if prevailing price) for production of similar grade and gravity, (because the continuing right to purchase such production at the prevailing prevailing in the same field, then in the nearest field in which nearest preceding date as the date on which Lessee commences if the leased premises or lands pooled therewith are capable of eithe hydraulic fracture stimulation, but such well or wells are either shut be producing in paying quantities for the purpose of maintaining the being sold by Lessee, then Lessee shall pay shut-in royalty of one depository designated below, on or before the end of said 90-day are shut-in or production there from is not being sold by Lessee; Lessee from another well or wells on the leased premises or lands of such operations or production. Lessee's failure to properly pay such operations or production. Lessee's failure to properly pay such operations or production. Lessee's request, deliver to Lessee's depository agent for receiving payments regardless of draft and such payments or tenders to Lessor or to the depository address known to Lessee shall constitute proper payment. If the copayment hereunder, Lessor shall, at Lessee's request, deliver to Lessee and the provisions of Paragraph 3, above, if Lessee operamises or lands pooled therewith, or if all production (whether pursuant to the provisions of Paragraph 6 or the action of any nevertheless remain in force if Lessee commences operations for on the leased premises or lands pooled therewith within 90 days a the end of the primary term, or at any time thereafter, this lease operation	y are produced in paying quadra saved hereunder, shall be provided in paying quadra saved hereunder, shall be provided in the provided in the production facilities, provided in the producing casing eds realized by Lessee from the in delivering, processing or ting wellhead market price point there is such a prevailing producing oil or gas or other in or producing and thereafter on or by provided that if this lease in provided that if this lease in provided that if this lease in the ownership of by deposit or should liquidate our sessee a proper recordable institution or not in paying quantities) governmental authority, the reworking an existing well or fler completion of operations is not otherwise being main erefrom, this lease shall remove the production of the pr	antities from the leased premismation of the lease premismation of the lease of the lease shall have the prevailing in the same field, the lead gas) and all other supposed the lease shall have the sale thereof, less a propoor otherwise marketing such gas aid for production of similar quorice) pursuant to comparable (c) if at the end of the primary er substances covered hereby is not being sold by Lessee, such payment efore each anniversary of the some consecutive days such well of by this lease, such payment efore each anniversary of the some soften with the lesser's credit in at lessor's said land. All payments or ten in a stamped envelope address to be succeeded by another institument naming another instituent in force but Lessee is ain in force so long as any one uction of oil or gas or other suffer completion of a well cape as assonably prudent operator we are some lessonably prudent operator well cape.	follows: (a) For oil and other liquiproduction, to be delivered at Le e continuing right to purchase suchen in the nearest field in which obstances covered hereby, the intronate part of ad valorem taxes or other substances, provided it ality in the same field (or if there purchase contracts entered into term or any time thereafter one in paying quantities or such well or wells shall neverthele or wells are shut-in or production to be made to Lessor or to Lessend of said 90-day period while I by operations, or if production end of the 90-day period next foles, but shall not operate to termins address above or its success dest of the depository agent to receitities (hereinafter called "dry hole y cause, including a revision of inot otherwise being maintained or for otherwise obtaining or rest days after such cessation of all then engaged in drilling, reworke or more of such operations are ubstances covered hereby, as leable of producing in paying quantitied and the same or similar and of the same o	th or this lease is uid hydrocarbons essee's option to uch production at a there is such a royalty shall be and production, that Lessee shall a is no such price of on the same or or more wells on alls are waiting on ss be deemed to there from is not sor's credit in the the well or wells is being sold by llowing cessation ate this lease. sors, which shall or by check or by Lessor at the last refuse to accept elve payments. e") on the leased if unit boundaries in force it shall toring production. If at sing or any other prosecuted withought the prosecuted withough the prosecuted withough the shereunder, ar circumstances
leased premises from uncompensated drainage by any well or well additional wells except as expressly provided herein. 6. Lessee shall have the right but not the obligation to pool depths or zones, and as to any or all substances covered by this proper to do so in order to prudently develop or operate the leased unit formed by such pooling for an oil well which is not a horizontal horizontal completion shall not exceed 640 acres plus a maximum completion to conform to any well spacing or density pattern that not the foregoing, the terms "oil well" and "gas well" shall have the prescribed, "oil well" means a well with an initial gas-oil ratio of less feet or more per barrel, based on 24-hour production test condequipment; and the term "horizontal completion" means an oil we equipment; and the term "horizontal completion" means an oil we equipment; and the term "horizontal completion" means an oil we reworking operations on the leased premises, except that the product acreage covered by this lease and included in the unit bears Lesse. Pooling in one or more instances shall not exhaust Lesse unit formed hereunder by expansion or contraction or both, either prescribed or permitted by the governmental authority having juris making such a revision, Lessee shall file of record a written declar	all or any part of the leased telease, either before or after premises, whether or not sill completion shall not exceed acreage tolerance of 10%; play be prescribed or permitte meanings prescribed by apply than 100,000 cubic feet per ucted under normal producivell in which the horizontal consistency and the production on which Lessor's roy to the total gross acreage in the period or after commencer before or after commencer diction, or to conform to any	premises or interest therein or the commencement of productive acreage determine the productive acreage acreag	with any other lands or interests uction, whenever Lessee deems with respect to such other lands or creage tolerance of 10%, and for be formed for an oil well or gas with having jurisdiction to do so, and the segmental authority, or, if not a well with an initial gas-oil ration it lease separator facilities or expletion interval in facilities or expletion interval in facilities or expletion interval in the reservoir except and the total unit product the proportion of the total unit product in the such proportion of unit product in the such growth the such growth in the well spacing on the proportion made by such governments.	, as to any or all sit necessary or or interests. The ragas well or a well or horizontal For the purpose o definition is so of 100,000 cubic quivalent testing quivalent testing date of pooling, uction, drilling or fuction which the uction is sold by ion to revise any r density pattern tal authority. In

leased premises is included in or excluded from the unit by virtue of such revision, the proportion of unit production on which royalties are payable hereunder shall thereafter be adjusted accordingly. In the absence of production in paying quantities from a unit, or upon permanent cessation thereof, Lessee may terminate the unit by filing of record a written declaration describing the unit and stating the date of termination. Pooling hereunder shall not constitute a cross-conveyance of interests.

7. If Lessor owns less than the full mineral estate in all or any part of the leased premises, the royalties and shut-in royalties payable hereunder for any well on any part of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferree to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

in accordance with the net acreage interest retained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's

obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereupder for a period of at least 90 days after Lessor has given Lessee.

13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessee hereunder, for a period of at least 90 days after Lessor has given Lessee written notice fully describing the breach or default, and then only if Lessee fails to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee fails to do so.

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or

other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other

ase may be executed in counterparts, each of which is deemed an original and all of which only constitute one original

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to after the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's

heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor.				
LESSOR (WHETHER ONE OR MORE)				
Senda C Xuita By: Linda Clark Staylon	By:			
STATE OF Texas COUNTY OF Tarrant This instrument was acknowledged before, me on the	NOWLEDGMENT			
by: Linda Clark Slay 10	day of FEDYNAVIA, 2009,			
MARIA MUNOZ PADILLA Notary Public, State of Texas My Commission Expires October 05, 2011	Notary Public, State of			
STATE OF COUNTY OF This instrument was acknowledged before me on the by:	_day of, 2009,			



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

DALLAS

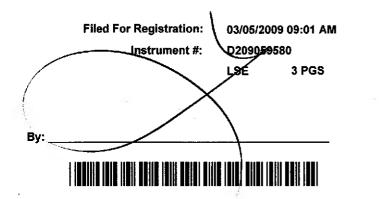
TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

\$20.00



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ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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